

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2006

	May-06				April-06				March-06				December-05				September-05				Current FYTD	Prior Year FY05	3 Years Ended	5 Years Ended
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	6/30/2005 Net	6/30/2005 Net
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
Los Angeles Capital	17,340,354	1.4%	1.5%	-3.18%	18,846,398	1.6%	1.5%	0.31%	18,796,621	1.6%	1.5%	4.95%	18,931,462	1.6%	1.5%	3.06%	19,859,838	1.7%	1.5%	5.46%	10.77%	7.56%	N/A	N/A
Total Structured Growth	17,340,354	1.4%	1.5%	-3.18%	18,846,398	1.6%	1.5%	0.31%	18,796,621	1.6%	1.5%	4.95%	18,931,462	1.6%	1.5%	3.06%	19,859,838	1.7%	1.5%	5.46%	10.77%	7.56%	7.46%	-9.18%
Russell 1000 Growth				-3.39%				-0.14%				3.09%				2.98%				4.01%	6.54%	1.68%	7.26%	-10.36%
Structured Value																								
LSV	18,368,133	1.5%	1.5%	-2.65%	18,878,484	1.6%	1.5%	2.86%	19,462,161	1.6%	1.5%	6.53%	18,338,320	1.5%	1.5%	1.52%	19,996,892	1.7%	1.5%	5.06%	13.77%	18.35%	14.73%	14.78%
Russell 1000 Value				-2.53%				2.54%				5.93%				1.27%				3.88%	11.39%	14.06%	11.00%	6.55%
Russell 1000 Enhanced Index																								
LA Capital	33,792,905	2.8%	2.9%	-3.31%	34,993,207	2.9%	2.9%	0.41%	34,881,279	2.9%	2.9%	4.96%	37,606,955	3.2%	2.9%	2.29%	39,664,877	3.4%	2.9%	6.45%	10.97%	7.93%	N/A	N/A
Russell 1000				-2.95%				1.20%				4.49%				2.12%				3.95%	8.94%	7.92%	N/A	N/A
S&P 500 Enhanced Index																								
Westridge	39,910,596	3.3%	2.9%	-2.86%	41,140,498	3.4%	2.9%	1.36%	40,629,524	3.4%	2.9%	4.25%	39,118,478	3.3%	2.9%	2.10%	38,404,313	3.2%	2.9%	3.64%	8.61%	6.58%	N/A	N/A
S&P 500				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	N/A	N/A
Index																								
State Street	12,233,651			-2.89%	12,612,513			1.34%	12,459,771			4.19%	12,003,989			2.07%	12,722,962			3.58%	8.41%	6.27%	8.22%	-2.45%
Total Index	12,233,651	1.0%	1.0%	-2.89%	12,612,513	1.0%	1.0%	1.34%	12,459,771	1.0%	1.0%	4.19%	12,003,989	1.0%	1.0%	2.07%	12,722,962	1.1%	1.0%	3.58%	8.41%	6.27%	8.22%	-2.45%
S&P 500				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	121,645,639	10.1%	9.8%	-3.01%	126,471,100	10.4%	9.8%	1.17%	126,229,356	10.4%	9.8%	4.88%	125,999,204	10.6%	9.8%	2.20%	130,648,882	11.0%	9.8%	4.97%	10.40%	8.89%	9.59%	-0.28%
S&P 500				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	37,401,038	3.1%	3.3%	-5.62%	42,161,738	3.5%	3.3%	0.28%	44,922,517	3.7%	3.3%	13.21%	40,739,632	3.4%	3.3%	0.95%	44,700,311	3.8%	3.3%	5.46%	14.08%	9.32%	13.32%	N/A
Russell 2000 + 200bp				-5.45%				0.15%				14.49%				1.64%				5.21%	15.93%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	37,401,038	3.1%	3.3%	-5.62%	42,161,738	3.5%	3.3%	0.28%	44,922,517	3.7%	3.3%	13.21%	40,739,632	3.4%	3.3%	0.95%	44,700,311	3.8%	3.3%	5.46%	14.08%	9.32%	13.32%	5.50%
Russell 2000				-5.62%				-0.02%				13.94%				1.13%				4.69%	13.84%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	37,608,174	3.1%	3.2%	-5.43%	41,632,290	3.4%	3.2%	2.35%	42,052,094	3.5%	3.2%	7.18%	45,739,023	3.8%	3.2%	9.64%	45,099,825	3.8%	3.2%	12.11%	27.52%	10.32%	7.44%	-3.80%
LSV	39,577,790	3.3%	3.2%	-4.24%	43,355,178	3.6%	3.2%	3.09%	43,678,896	3.6%	3.2%	11.19%	40,616,377	3.4%	3.2%	4.29%	45,435,757	3.8%	3.2%	11.20%	27.31%	N/A	N/A	N/A
Total Large Cap - Active	77,185,964	6.4%	6.4%	-4.82%	84,987,468	7.0%	6.4%	2.73%	85,730,990	7.1%	6.4%	9.17%	86,355,399	7.2%	6.4%	6.96%	90,535,583	7.7%	6.4%	11.67%	27.49%	13.23%	12.39%	7.26%
MSCI EAFE - 50% Hedged				-4.66%				2.85%				9.20%				5.84%				11.07%	25.88%	14.41%	8.84%	-2.61%
Small Cap - Value																								
Lazard	10,210,883	0.8%	0.8%	-5.10%	10,771,357	0.9%	0.8%	4.70%	11,259,988	0.9%	0.8%	10.94%	10,142,051	0.9%	0.8%	3.01%	10,859,554	0.9%	0.8%	9.94%	24.84%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-5.40%				4.70%				9.34%				8.94%				12.05%	32.18%	21.33%	N/A	N/A
Small Cap - Growth																								
Vanguard	10,887,866	0.9%	0.8%	-4.93%	11,466,569	0.9%	0.8%	5.50%	10,884,934	0.9%	0.8%	13.70%	10,471,744	0.9%	0.8%	4.92%	10,987,641	0.9%	0.8%	10.41%	32.11%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-5.40%				4.70%				9.34%				8.94%				12.05%	32.18%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	98,284,713	8.2%	8.0%	-4.86%	107,225,393	8.8%	8.0%	3.22%	107,875,912	8.9%	8.0%	9.81%	106,969,195	9.0%	8.0%	6.37%	112,382,777	9.5%	8.0%	11.37%	27.75%	15.34%	10.62%	-2.10%
MSCI EAFE - 50% Hedged				-4.66%				2.85%				9.20%				5.84%				11.07%	25.88%	14.41%	8.84%	-2.61%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	207,174,114	17.2%	16.7%	-0.32%	209,028,602	17.2%	16.7%	-0.24%	209,738,552	17.3%	16.7%	-0.44%	211,048,811	17.7%	16.7%	0.28%	204,437,569	17.3%	16.7%	-0.41%	-1.12%	7.14%	7.36%	8.59%
Lehman Aggregate				-0.11%				-0.18%				-0.65%				0.59%				-0.67%	-1.02%	6.80%	5.75%	7.40%
Index																								
Bank of ND	186,890,557	15.5%	16.7%	0.06%	186,948,314	15.4%	16.7%	-0.32%	187,740,865	15.5%	16.7%	-0.95%	189,883,409	15.9%	16.7%	0.56%	189,022,035	16.0%	15.4%	-0.72%	-1.38%	4.59%	5.83%	7.36%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	14,884,718	1.3%	1.3%	1.04%	N/A	3.89%	3.68%	4.39%
Total Index	186,890,557	15.5%	16.7%	0.06%	186,948,314	15.4%	16.7%	-0.32%	187,740,865	15.5%	16.7%	-0.95%	189,883,409	15.9%	16.7%	0.56%	203,906,753	17.2%	16.7%	-0.60%	-1.25%	4.08%	5.41%	7.00%
Lehman Govt/Credit (1)				-0.06%				-0.31%				-1.01%				0.60%				-0.96%	-1.74%	4.80%	5.82%	7.35%
BBB Average Quality																								
Wells Capital (formerly Strong)	207,091,440	17.2%	16.7%	-0.35%	208,055,482	17.1%	16.7%	-0.39%	209,036,237	17.3%	16.7%	-1.02%	210,609,554	17.7%	16.7%	0.58%	202,116,214	17.1%	16.7%	-1.05%	-2.21%	9.14%	9.20%	N/A
Lehman US Credit BAA				-0.41%				-0.36%				-1.20%				0.39%				-0.97%	-2.53%	8.60%	9.42%	N/A
TOTAL DOMESTIC FIXED INCOME	601,156,110	50.0%	50.0%	-0.21%	604,032,398	49.8%	50.0%	-0.31%	606,515,654	50.1%	50.0%	-0.79%	611,541,774	51.3%	50.0%	0.46%	610,460,535	51.6%	50.0%	-0.68%	-1.53%	6.47%	7.22%	8.18%
Lehman Aggregate (2)				-0.11%				-0.18%				-0.65%				0.59%				-0.67%	-1.02%	7.26%	6.41%	7.70%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)																								
Northern Trust Global Investments	132,060,647	11.0%	11.0%	0.31%	131,644,209	10.8%	11.0%	-0.10%	131,794,278	10.9%	11.0%	-2.11%	135,630,304	11.4%	11.0%	0.09%	136,260,201	11.5%	11.0%	0.02%	-1.80%	9.22%	N/A	N/A
Western	132,017,824	11.0%	11.0%	0.19%	131,785,354	10.9%	11.0%	-0.17%	131,937,563	10.9%	11.0%	-1.96%	135,042,005	11.3%	11.0%	-0.28%	136,168,139	11.5%	11.0%	-0.05%	-2.27%	9.07%	N/A	N/A
TOTAL TIPS	264,078,471	22.0%	22.0%	0.25%	263,429,563	21.7%	22.0%	-0.14%	263,731,841	21.8%	22.0%	-2.03%	270,672,309	22.7%	22.0%	-0.09%	272,428,340	23.0%	22.0%	-0.02%	-2.03%	9.16%	N/A	N/A
LB US TIPS Index				0.29%				-0.08%				-2.25%				0.11%				0.02%	-1.91%	9.77%	N/A	N/A
REAL ESTATE																								
JP Morgan																								
NCREIF Total Index	72,469,672	6.0%	6.0%	3.47%	59,129,437	4.9%	6.0%	-0.13%	38,123,455	3.2%	6.0%	6.14%	27,640,692	2.3%	6.0%	N/A	-	0.0%	6.0%	N/A	N/A	N/A	N/A	N/A
				1.19%				1.19%				3.62%				5.43%				4.44%	16.83%	15.97%	N/A	N/A
CASH EQUIVALENTS																								
Bank of ND	7,418,775	0.6%	1.0%	0.46%	11,185,492	0.9%	1.0%	0.37%	22,866,085	1.9%	1.0%	1.17%	8,833,010	0.7%	1.0%	1.07%	12,269,535	1.0%	1.0%	0.93%	4.06%	2.46%	1.74%	2.68%
90 Day T-Bill				0.43%				0.34%				1.03%				0.92%				0.83%	3.60%	2.15%	1.55%	2.62%
TOTAL WSI	1,202,454,419	100.0%	100.0%	-0.81%	1,213,635,121	100.0%	100.0%	0.24%	1,210,264,820	100.0%	100.0%	1.11%	1,192,395,815	100.0%	100.0%	1.07%	1,182,890,380	100.0%	100.0%	1.39%	3.01%	7.29%	8.62%	5.02%
POLICY TARGET BENCHMARK				-0.75%				0.33%				0.97%				1.37%				1.32%	3.27%	8.26%	8.13%	5.13%